GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA

UNSTARRED QUESTION NO:939
ANSWERED ON:27.07.2015
Profit and Loss-Making Airports
Biju Shri Parayamparanbil Kuttappan;Innocent Shri

Will the Minister of CIVIL AVIATION be pleased to state:

(a) the details of profit-making airports in the country at present, State/UT-wise;

(b) whether a large number of airports in the country have been incurring huge losses for the past few years;

(c) if so, the details of such airports, State/UT-wise along with the reasons therefor and the losses incurred by them during the last three years and the current year; and

(d) the remedial measures taken by the Government to increase the traffic growth and explore non-aeronautical income opportunity?

Answer

Minister of State in the Ministry of CIVIL AVIATION

(Dr Mahesh Sharma)

(a): The State/UT-wise details of profit-making airports in the country belonging to Airports Authority of India (AAI) are at Annexure-I.

(b) & (c): Yes, Madam. The details of AAI airports incurring losses during the years 2010-11, 2011-12, 2012-13 and 2013-14 are at Annexure- II. The losses incurred at various airports are primarily due to low air traffic movements resulting in lesser aeronautical revenue, low nonaeronautical revenue potential and basic operating expenditure on account of regulatory/IATA and security requirements.

(d): AAI has initiated several steps to make the loss making airports viable and profitable by development of cargo activities, enhancement of non-aeronautical revenue through revision of rates and award of contracts through master concessions, allowing operation of flying schools at non-operational airports, encouraging Maintenance, Repair &Overhauling (MRO) activities, revision of base rates etc.

*****